

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF MOUNTAIN RURAL TELEPHONE)
COOPERATIVE CORPORATION, INC. FOR A CERTI-) CASE NO. 10074
FICATE OF PUBLIC CONVENIENCE AND NECESSITY)
TO UPGRADE A PORTION OF CENTRAL OFFICE PLANT)

O R D E R

IT IS ORDERED that Mountain Rural Telephone Cooperative Corporation, Inc., ("Mountain Rural") shall file an original and eight copies of the following information with the Commission. The information requested herein is due no later than December 15, 1987. If the information cannot be provided by this date, you should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission.

1. On a per exchange basis, provide a table of present central office capacity, in terms of wired lines and terminals or other similar measures, and the installed and maximum number of lines for the replacement central office equipment. Identify the type of equipment in each exchange and its approximate year of placement.

2. For each central office, specify the anticipated date when switch replacement will be required for reasons specific to that office such as line, switch, or building exhaust. The specific reason for replacement should be indicated.

3. Provide an estimate of anticipated increased revenues from new services such as custom calling. Show how this estimate was calculated.

4. Provide a detailed description of the present method of routing toll and EAS traffic. Provide a description of any changes that would occur as a result of the construction.

5. Mountain Rural's 1986 Annual Report indicates that a depreciation rate of 3.95 percent applies to Account 221, Central Office Equipment. Is this rate being applied to both SXS and digital switching equipment as well as carrier equipment? Are changes planned? If so, please describe.

6. Provide detailed information concerning the proposed accounting treatment for all plant and equipment to be retired as a result of the proposed project.

7. Provide in detail any analysis available that supports Mountain Rural's contention that the proposed project will not require an increase in rates.

Done at Frankfort, Kentucky, this 4th day of December, 1987.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Executive Director